

Registered

WESTLAKES RESEARCH LIMITED
(Company Number 02699264)

DIRECTORS' AND TRUSTEES' REPORT
AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2001



WESTLAKES RESEARCH LIMITED

COMPANY INFORMATION

DIRECTORS AND TRUSTEES:

Professor J Fyfe
Mr K Dixon
Professor A Hamnett
Miss D M Lavin
Mr W Lowther
Mr T A Williams
Mr W Minto
Professor J M Crampton

SECRETARY:

Mr G Coulthard

COMPANY NUMBER:

02699264

CHARITY NUMBER:

1024410

REGISTERED OFFICE:

International Research and Graduate Centre
Westlakes Science and Technology Park
Moor Row
Cumbria
CA24 3JY

AUDITORS:

Gibbons & Company
Chartered Accountants and Registered Auditors
Carleton House
136 Gray Street
Workington
Cumbria
CA14 2LU

WESTLAKES RESEARCH LIMITED

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WESTLAKES RESEARCH LIMITED

DIRECTORS' AND TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2001

The Directors and Trustees present their report and the financial statements for the year ended 31 March 2001.

Statement of Trustees' Responsibilities

Company law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period. In preparing those financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in business;
- state whether the policies adopted are in accordance with the Companies Act 1985 and with applicable accounting standards and statements of recommended practice, subject to any material departures disclosed and explained in the financial statements.

The Trustees are responsible for keeping proper accounting records which disclose, with reasonable accuracy, at any time the financial position of the Charity and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the Charity and, hence, for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Objects of the Charity and Principal Activities

The Charity is constituted as a Company limited by guarantee and is therefore governed by a Memorandum and Articles of Association.

The Charity's objects and its principal activities are to advance the education of the public in such a manner, as may be charitable, and in particular (but not to limit the generality of the foregoing), to promote interest in, and the understanding of, environmental research, (including work related to industrial and other wastes), to encourage and assist occupational health research (including an epidemiological database), to conduct research in environment, health, industrial and other related sciences, or in any particular aspects thereof, and to publish the results of all such research and to establish an educational institution in West Cumbria.

The principal activity of the Subsidiary Undertaking, Westlakes Scientific Consulting Limited, is that of undertaking commercial research projects in respect of health and scientific matters.

Directors and Trustees

All the Directors of the Company are also Trustees of the Charity and there are no other Trustees. The Directors who have served during the year were as follows:-

Dr G G Butler (Resigned 13 October 2000)

Mr K Dixon

Professor J Fyfe

Professor A Hamnett

Miss D M Lavin

Mr W Lowther

Mr T A Williams

Mr W Minto

Professor J M Crampton

WESTLAKES RESEARCH LIMITED

DIRECTORS' AND TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2001 (CONTD)

Development, Activities and Achievements This Year

During the year the Charity consolidated the college infrastructure, obtained accreditation from the University of Newcastle for postgraduate supervision and delivered modules for MSc courses at Newcastle. The programme of student activities in scientific research has continued in Environmental Science, Biotechnology, Genetics and Policy Solutions.

Future Developments

During the year the trading Subsidiary Undertaking made an operating profit of £38,573 (2000 - £2,014,968 after charging £1,722,037 following the impairment review of the Princess Royal Building) and paid £634,840 to the Charity. This profit was increased by the receipt of £498,549 (2000 - £1,007,939) from West Cumbria Development Fund Limited, in respect of Transitional Funding (See Note 3). The Charity also received £1,000,000 in respect of this Funding. The Directors and Trustees are continuing to explore the widening of collaborative opportunities, along with an increase in the base of profitable customers within the trading Subsidiary.

Transactions and Financial Position

The Consolidated Statement of Financial Activities shows net income for the year of £765,472 and reserves stand at £4,552,143 in total.

Important transactions in the year include the receipt of Transitional Funding from West Cumbria Development Fund Limited of £1,000,000.

During the year the Charity also received a further £634,840 (gross) from Westlakes Scientific Consulting Limited under the Deed of Covenant.

Tangible Fixed Assets for Use by the Charity

Details of movements in fixed assets are set out in Note 8 to these financial statements. During last year the Charity and the trading Subsidiary carried out impairment reviews of the International Research and Graduate Centre and the Princess Royal Building from which each of them operate. These buildings were professionally valued by Dixon Webb, Chartered Surveyors, at Open Market Values of £825,000 and £710,000, respectively. This led to additional depreciation charges last year of £1,340,495 and £1,722,037, respectively.

Auditors

The Auditors, Gibbons & Company, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

Approval of Report

This report was approved by the Board on 26 July 2001 and signed on its behalf.



G COULTHARD
SECRETARY

WESTLAKES RESEARCH LIMITED

AUDITORS' REPORT TO THE MEMBERS OF WESTLAKES RESEARCH LIMITED

We have audited the financial statements on pages 4 to 13 which have been prepared under the historical cost convention as modified by the revaluation of Freehold Land and Buildings and the accounting policies set out on page 8.

Respective Responsibilities of Directors and Auditors

As described on page 1 the Charity's Trustees, who are also Directors of Westlakes Research Limited for the purposes of Company Law, are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

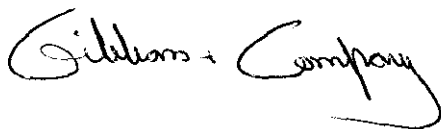
Basis of Opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the Trustees in the preparation of the financial statements and of whether the accounting policies are appropriate to the Group's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit, so as to obtain all the information and explanations which we considered necessary, in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the Charity's affairs as at 31 March 2001 and of its incoming resources and application of resources, including its income and expenditure in the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985.



GIBBONS & COMPANY

Chartered Accountants and Registered Auditors
Carleton House
136 Gray Street
Workington
Cumbria
CA14 2LU
31 July 2001

WESTLAKES RESEARCH LIMITED

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2001

	Note	Restricted £	Unrestricted £	Total 2001 £	Total 2000 £
Incoming Resources					
Research Income		-	1,181,124	1,181,124	1,172,733
Grants Receivable	2	-	76,094	76,094	118,994
West Cumbria Development Fund Limited - Transitional Funding	3	-	1,000,000	1,000,000	600,000
Investment Income		-	50,863	50,863	12,294
Other Income		-	7,521	7,521	15,703
Net Expenditure of Trading Subsidiary	5	-	(453,916)	(453,916)	(1,920,970)
Total Incoming/(Outgoing) Resources		-	1,861,686	1,861,686	(1,246)
Resources Expended					
Direct Charitable Expenditure		(7,524)	(1,088,690)	(1,096,214)	(1,433,493)
Exceptional Charge	8	-	-	-	(1,340,495)
Net Income/(Expenditure) For the Year		(7,524)	772,996	765,472	(2,775,234)
Fund Balance Brought Forward		<u>1,672,364</u>	<u>2,114,307</u>	<u>3,786,671</u>	<u>6,561,905</u>
Fund Balance Carried Forward		<u>1,664,840</u>	<u>2,887,303</u>	<u>4,552,143</u>	<u>3,786,671</u>

There were no Group recognised gains and losses for 2001 or 2000 other than those included in the Consolidated Statement of Financial Activities.

The notes on pages 8 to 13 form part of these financial statements.

WESTLAKES RESEARCH LIMITED

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2001

SUMMARY INCOME AND EXPENDITURE ACCOUNT

	Note	Restricted £	Unrestricted £	Total 2001 £	Total 2000 £
Incoming Resources					
Research Income		-	1,181,124	1,181,124	1,172,733
Covenanted Income		-	634,840	634,840	810,000
Grants Receivable	2	-	76,094	76,094	118,994
West Cumbria Development Fund Limited - Transitional Funding	3	-	1,000,000	1,000,000	600,000
Investment Income	4	-	70,775	70,775	30,801
Other Income		-	7,521	7,521	15,703
Total Income		-	2,970,354	2,970,354	2,748,231
Resources Expended					
Direct Charitable Expenditure		(7,524)	(2,207,738)	(2,215,262)	(2,358,520)
Exceptional Charge	8	-	-	-	(1,340,495)
Net Income/(Expenditure) for the Year (Divisible as Under)		<u>(7,524)</u>	<u>762,616</u>	<u>755,092</u>	<u>(950,784)</u>
Acquisitions		-	-	-	(218,653)
Continuing Operations		<u>(7,524)</u>	<u>762,616</u>	<u>755,092</u>	<u>(732,131)</u>
		<u>(7,524)</u>	<u>762,616</u>	<u>755,092</u>	<u>(950,784)</u>

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

	Restricted £	Unrestricted £	Total 2001 £	Total 2000 £
Net Income/(Expenditure) for the Year	(7,524)	762,616	755,092	(950,784)
Investment Gains/(Losses)	-	10,380	10,380	(1,824,450)
Net Movement in Funds for the Year	(7,524)	772,996	765,472	(2,775,234)
Total Funds Brought Forward	1,672,364	2,114,307	3,786,671	6,561,905
Total Funds Carried Forward	<u>1,664,840</u>	<u>2,887,303</u>	<u>4,552,143</u>	<u>3,786,671</u>

The notes on pages 8 to 13 form part of these financial statements.

WESTLAKES RESEARCH LIMITED

BALANCE SHEETS AS AT 31 MARCH 2001

		Group		Charity	
	Note	2001 £	2000 £	2001 £	2000 £
Fixed Assets					
Tangible Fixed Assets	8	1,798,948	1,823,742	1,006,535	1,047,065
Investments	9	<u>1</u>	<u>-</u>	<u>644,501</u>	<u>634,121</u>
		<u>1,798,949</u>	<u>1,823,742</u>	<u>1,651,036</u>	<u>1,681,186</u>
Current Assets					
Debtors and Prepayments	10	1,883,122	2,249,693	1,471,454	2,171,378
Cash at Bank and in Hand		<u>2,508,196</u>	<u>1,202,852</u>	<u>2,128,094</u>	<u>434,663</u>
		4,391,318	3,452,545	3,599,548	2,606,041
Creditors: Amounts Falling Due Within One Year	11	<u>1,638,124</u>	<u>1,489,616</u>	<u>698,441</u>	<u>500,556</u>
Net Currents Assets		<u>2,753,194</u>	<u>1,962,929</u>	<u>2,901,107</u>	<u>2,105,485</u>
Total Assets Less Current Liabilities		<u>4,552,143</u>	<u>3,786,671</u>	<u>4,552,143</u>	<u>3,786,671</u>
Income Funds					
Restricted Funds	12	1,664,840	1,672,364	1,664,840	1,672,364
Unrestricted Funds	12	2,242,804	1,480,188	2,887,303	2,114,307
Non-Charitable Trading Funds		<u>644,499</u>	<u>634,119</u>	<u>-</u>	<u>-</u>
		<u>4,552,143</u>	<u>3,786,671</u>	<u>4,552,143</u>	<u>3,786,671</u>

These financial statements were approved by the Board of Directors and Trustees on 26 July 2001 and signed on its behalf.



PROFESSOR J FYFE
DIRECTOR AND TRUSTEE

The notes on pages 8 to 13 form part of these financial statements.

WESTLAKES RESEARCH LIMITED

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2001

Reconciliation of Changes in Resources to Net Cash Flow From Operating Activities

	2001 £	2000 £
Changes in Resources	765,472	(2,775,234)
Depreciation and Impairment Charges	165,476	3,461,492
Decrease in Debtors and Prepayments	366,571	272,799
Increase in Creditors	148,651	136,793
Net Cash Flow From Operating Activities	<u>1,446,170</u>	<u>1,095,850</u>

CASH FLOW STATEMENT

	Note	2001 £	2000 £
Net Cash Flow From Operating Activities		1,446,170	1,095,850
Taxation		(143)	(264)
Capital Expenditure	14	(140,682)	(16,962)
Acquisitions and Disposals		(1)	-
Increase in Cash		<u>1,305,344</u>	<u>1,078,624</u>

Reconciliation of Net Cash Flow to Movement in Net Debt (Note 15)

	2001 £	2000 £
Change in Net Debt	1,305,344	1,078,624
Net Debt at 1 April 2000	1,202,852	124,228
Net Debt at 31 March 2001	<u>2,508,196</u>	<u>1,202,852</u>

The notes on pages 8 to 13 form part of these financial statements.

WESTLAKES RESEARCH LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2001

1. ACCOUNTING POLICIES

(a) Basis of Preparation of Financial Statements

The financial statements are prepared under the historical cost convention as modified by the revaluation of Freehold Land and Buildings in accordance with applicable accounting standards and the Statement of Recommended Practice on Charity Accounts. All of the activities of the Company are continuing.

(b) Covenanted Income

Covenanted Income is included in the Income and Expenditure Account at an amount, which includes both the amount received and receivable and the amount of tax recoverable.

(c) Grants Received

Grants are credited in full to the Income and Expenditure Account in the period in which they are receivable.

(d) Tangible Fixed Assets and Depreciation

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:-

Freehold Buildings	1% Reducing Balance Basis
Plant and Machinery	20% Straight Line Basis
Office Equipment	20% Straight Line Basis
Motor Vehicles	20% Straight Line Basis
Computers	33% Straight Line Basis

(e) Pensions

The subsidiary undertaking operates a defined benefits pension scheme and pension contributions are charged to the Profit and Loss Account to spread the cost of pensions over the employees' working lives.

(f) Investments

Investments are valued in the Balance Sheet at market value. Realised and unrealised gains and losses on investments are recognised in the Statement of Financial Activities and credited or debited to the funds to which the investment relates.

(g) Operating Leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the Income and Expenditure Account as incurred.

2. GRANTS RECEIVABLE

	2001	2000
	£	£
Revenue Based Grants	<u>76,094</u>	<u>118,994</u>

3. WEST CUMBRIA DEVELOPMENT FUND LIMITED – TRANSITIONAL FUNDING

During the year ended 31 March 1997 agreement was reached with West Cumbria Development Fund Limited whereby that Company would make available a maximum of £5.4 million over the next three years to Westlakes Scientific Consulting Limited and Westlakes Research Limited. During this year the balance of the total funding of £5.4 million has been received by Westlakes Scientific Consulting Limited.

3. WEST CUMBRIA DEVELOPMENT FUND LIMITED – TRANSITIONAL FUNDING (Contd)

During this year agreement has been reached whereby the Charity will receive additional Transitional Funding over the next five years totalling £3.5 million. £1 million has been received this year and it is anticipated that a further £1 million will be drawdown next year followed by amounts of £0.75 million, £0.5 million and £0.25 million over the following three years respectively. The drawdown is dependent upon meeting agreed targets, which are reviewed on a quarterly basis by West Cumbria Development Fund Limited.

4. INVESTMENT INCOME

	The Charity	
	2001	2000
	£	£
Interest on Loan to Subsidiary Undertaking	19,912	18,507
Interest on Cash Deposits	50,863	12,294
	<u>70,775</u>	<u>30,801</u>

5. NET INCOME FROM TRADING ACTIVITIES OF SUBSIDIARY

The Charity has a wholly owned trading subsidiary, being Westlakes Scientific Consulting Limited, incorporated in England. This Company carries out research projects in respect of health and scientific matters and each year covenants to pay to the Charity its profits under a Deed of Covenant dated 29 March 1994.

A Summary of that Company's trading results are shown below. Audited Accounts have been filed at Companies House.

PROFIT AND LOSS ACCOUNT

	2001	2000
	£	£
Turnover	4,649,334	4,018,387
Direct Costs	<u>3,519,612</u>	<u>3,217,969</u>
	1,129,722	800,418
Administrative Expenses	1,091,149	1,093,349
Exceptional Charge	-	1,722,037
Operating Profit/(Loss)	<u>38,573</u>	<u>(2,014,968)</u>
Other Income	<u>626,769</u>	<u>1,019,507</u>
Profit/(Loss) on Ordinary Activities Before Interest	<u>665,342</u>	<u>(995,461)</u>
Interest Payable	<u>19,912</u>	<u>18,846</u>
Profit/(Loss) on Ordinary Activities Before Deed of Covenant Payment	<u>645,430</u>	<u>(1,014,307)</u>
Gross Amount Covenanted to Westlakes Research Limited	<u>634,840</u>	<u>810,000</u>
Profit/(Loss) on Ordinary Activities Before Taxation	<u>10,590</u>	<u>(1,824,307)</u>
Taxation	<u>210</u>	<u>143</u>
Transfer to/(from) Reserves	<u>10,380</u>	<u>(1,824,450)</u>
Profit/(Loss) on Ordinary Activities Before Deed of Covenant Payment	<u>645,430</u>	<u>(1,014,307)</u>
Taxation	<u>210</u>	<u>143</u>
	<u>645,220</u>	<u>(1,014,450)</u>
Less: Sales to Westlakes Research Limited	<u>1,119,048</u>	<u>925,027</u>
	<u>(473,828)</u>	<u>(1,939,477)</u>
Add: Expenses Charged by Westlakes Research Limited	<u>19,912</u>	<u>18,507</u>
Net Expenditure of Trading Subsidiary	<u>(453,916)</u>	<u>(1,920,970)</u>

6. NET INCOME/(EXPENDITURE)

	2001 £	2000 £
This amount is stated after charging:-		
Depreciation of Tangible Fixed Assets	165,476	398,960
Impairment of Tangible Fixed Assets (See Note 8)	-	3,062,532
Directors' Remuneration	184,840	156,838
Auditors' Remuneration -		
Audit Services	7,750	7,750
Other Services	9,510	10,985
Operating Lease Rentals	106,295	110,975
Pension Scheme Contributions	227,024	178,011

All of the Directors' Remuneration was paid by the Subsidiary Undertaking.

7. STAFF COSTS

Staff Costs including Directors' remuneration, were as follows:-

	2001		2000	
	The Charity £	The Group £	The Charity £	The Group £
Wages and Salaries	-	2,915,700	-	2,706,565
Social Security Costs	-	248,799	-	209,842
Other Pension Costs	-	233,295	-	187,959
	-	3,397,794	-	3,104,366

The Charity did not directly employ any employees during the year.

8. TANGIBLE FIXED ASSETS**The Charity**

	Computers £	Freehold Land and Buildings £	Plant and Machinery £	Office Equipment £	Total £
Cost					
At 1 April 2000	473,568	2,309,365	297,951	44,698	3,125,582
Additions	17,961	15,364	18,409	1,146	52,880
At 31 March 2001	491,529	2,324,729	316,360	45,844	3,178,462
Depreciation					
At 1 April 2000	463,796	1,434,365	153,282	27,074	2,078,517
Charge for Year	13,446	7,524	63,272	9,168	93,410
At 31 March 2001	477,242	1,441,889	216,554	36,242	2,171,927
Net Book Values					
At 31 March 2001	14,287	882,840	99,806	9,602	1,006,535
At 31 March 2000	9,772	875,000	144,669	17,624	1,047,065

Included in the net book value of Freehold Land and Buildings is £138,000 (2000 - £138,000), relating to the cost of land which has not been depreciated.

On 31 March 2000, the Freehold Land and Buildings were professionally valued by Dixon Webb, Chartered Surveyors of Palmyra Square Chambers, 15 Springfield Street, Warrington, Cheshire at the Open Market Value of £875,000. This led to an impairment in value last year of £1,340,495.

8. TANGIBLE FIXED ASSETS (Contd)

The Group

	Computers £	Motor Vehicles £	Freehold Land and Buildings £	Plant and Machinery £	Office Equipment £	Total £
Cost						
At 1 April 2000	704,763	21,380	4,976,465	843,634	676,152	7,222,394
Additions	47,312	11,043	26,964	42,672	22,691	150,682
Disposals	-	(11,043)	-	-	-	(11,043)
At 31 March 2001	<u>752,075</u>	<u>21,380</u>	<u>5,003,429</u>	<u>886,306</u>	<u>698,843</u>	<u>7,362,033</u>
Depreciation						
At 1 April 2000	672,797	21,380	3,391,465	670,668	642,342	5,398,652
Charge for Year	41,315	1,043	11,685	87,068	24,365	165,476
Disposals	-	(1,043)	-	-	-	(1,043)
At 31 March 2001	<u>714,112</u>	<u>21,380</u>	<u>3,403,150</u>	<u>757,736</u>	<u>666,707</u>	<u>5,563,085</u>
Net Book Values						
At 31 March 2001	<u>37,963</u>	<u>-</u>	<u>1,600,279</u>	<u>128,570</u>	<u>32,136</u>	<u>1,798,948</u>
At 31 March 2000	<u>31,966</u>	<u>-</u>	<u>1,585,000</u>	<u>172,966</u>	<u>33,810</u>	<u>1,823,742</u>

Included in the net book value of Freehold Land and Buildings is £443,487 (2000 - £443,487) relating to the cost of land which has not been depreciated.

On 31 March 2000, the Freehold Land and Buildings owned by the Subsidiary Undertaking were professionally valued by Dixon Webb, Chartered Surveyors of Palmyra Square Chambers, 15 Springfield Street, Warrington, Cheshire at the Open Market Value of £710,000. This led to an impairment in value last year of £1,722,037.

9. INVESTMENTS

The Investment of the Charity represents the Balance Sheet value of Westlakes Scientific Consulting Limited. The Shares in that Company were transferred at par on 8 March 1995. The Charity has been the beneficial owner of these Shares since incorporation of Westlakes Scientific Consulting Limited on 2 April 1992 and the Consolidated Financial Statements reflect this position.

On 21 December 2000 the Subsidiary Undertaking acquired one £1 Ordinary Share in Pharmapart Westlakes Limited at par. That Company was incorporated on 24 November 2000 and has not yet traded. As at 31 March 2001 no other shares have been issued.

10. DEBTORS AND PREPAYMENTS

	2001		2000	
	The Charity £	The Group £	The Charity £	The Group £
Due Within One Year				
Trade Debtors	298,396	1,612,339	513,717	1,572,335
Amounts Owed by Subsidiary Undertaking (See (a) Below)	1,126,517	-	1,461,690	-
Grants Receivable (See (b) Below)	27,822	53,542	29,607	29,607
Prepayments	18,719	138,516	25,188	127,893
Income Tax Recoverable	-	-	140,300	140,300
Other Debtors	-	78,725	876	379,558
	<u>1,471,454</u>	<u>1,883,122</u>	<u>2,171,378</u>	<u>2,249,693</u>

- (a) Included in the amounts owed by Subsidiary Undertaking is a loan of £250,000 advanced on 26 March 1997. This loan is for an unspecified period and interest is charged at 2% above the National Westminster Bank PLC Base Rate.

The loan is repayable in full, three months following the date of giving written notice of such repayment to the Subsidiary Undertaking.

- (b) The Grants Receivable relate to European Regional Development Fund Grants and European Social Fund Grants claimed as follows:-

	2001 £	2000 £
Revenue Based Grants	<u>53,542</u>	<u>29,607</u>

11. CREDITORS: Amounts Falling Due Within One Year

	2001		2000	
	The Charity £	The Group £	The Charity £	The Group £
Amounts Owed to Subsidiary Undertaking	143,661	-	61,168	-
Trade Creditors	66,664	274,625	123,571	240,312
Other Creditors Including Taxation and Social Security (See (b) Below)	27,197	351,315	25,799	254,489
Corporation Tax	-	210	-	143
Accruals and Deferred Income	460,919	1,011,974	290,018	994,672
	<u>698,441</u>	<u>1,638,124</u>	<u>500,556</u>	<u>1,489,616</u>

- (a) The Subsidiary Undertaking currently has an overdraft facility of £250,000 and the National Westminster Bank PLC holds a mortgage debenture dated 14 August 1995 over all Company assets.

- (b) Other Creditors including Taxation and Social Security is made up as follows:-

	2001		2000	
	The Charity £	The Group £	The Charity £	The Group £
PAYE/NIC	-	90,684	-	65,378
Value Added Tax	27,197	260,631	25,799	189,111
	<u>27,197</u>	<u>351,315</u>	<u>25,799</u>	<u>254,489</u>

12. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	2001		2000	
	Unrestricted £	Restricted £	Unrestricted £	Restricted £
The Charity				
Tangible Fixed Assets	123,695	882,840	172,065	875,000
Investments	644,501	-	634,121	-
Net Current Assets	<u>2,119,107</u>	<u>782,000</u>	<u>1,308,121</u>	<u>797,364</u>
	<u>2,887,303</u>	<u>1,664,840</u>	<u>2,114,307</u>	<u>1,672,364</u>
The Group				
Tangible Fixed Assets	916,108	882,840	948,742	875,000
Net Current Assets	<u>1,971,195</u>	<u>782,000</u>	<u>1,165,565</u>	<u>797,364</u>
	<u>2,887,303</u>	<u>1,664,840</u>	<u>2,114,307</u>	<u>1,672,364</u>

13. COMPANY STATUS

The Company is limited by guarantee and does not have a share capital. The Company is also registered as a Charity with the Charity Commissioners.

14. GROSS CASH FLOWS

	2001 £	2000 £
Capital Expenditure		
Payments to Acquire Tangible Fixed Assets	150,682	56,541
Receipts From Sales of Tangible Fixed Assets	<u>(10,000)</u>	<u>(39,579)</u>
	<u>140,682</u>	<u>16,962</u>

15. ANALYSIS OF CHANGES IN NET DEBT

	At 1.4.00 £	Cash Flow £	At 31.3.01 £
Cash at Bank and in Hand	<u>1,202,852</u>	<u>1,305,344</u>	<u>2,508,196</u>

16. TRANSACTIONS WITH SUBSIDIARY UNDERTAKING

On 26 March 1997 the Charity loaned the Subsidiary Undertaking £250,000, details of which are given in Note 10. During the year, interest has been charged on this loan of £19,912 (2000 - £18,507).

During the year the Subsidiary Undertaking has charged the Charity for administration expenses and salary costs incurred amounting to £234,000 (2000 - £196,136) and £885,048 (2000 - £728,891).